



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Cedar City Field Office

176 East DL Sargent Drive
Cedar City, UT 84720
Telephone (435) 586-2401
FAX (435) 865-3058

5/001/054

In Reply Refer To:

UT-042

3809: UTU-74757 UTU-78372
 UTU-74758 UTU-78374
 UTU-75807 UTU-78377
 UTU-75808 UTU-78612
 UTU-76658 UTU-78616
 UTU-77245

CERTIFIED MAIL, RETURN RECEIPT REQUESTED:
#7002 0860 0007 1304 6235

February 28, 2003

Mr. Mark Dotson, President
Breccia Development, Inc.
P.O. Box 492
Milford, Utah 84751

Dear Mr. Dotson:

This letter is in regard to various notices and amendments, submitted by Breccia Development, Inc., under the 43 CFR 3809 regulations to conduct exploration and mining disturbances on BLM-managed land administered through the Cedar City Field Office. A prior letter to you, dated December 23, 2003, provided a detailed summary of these notices and amendments, including the dates we received them in this office, their general location, and the work proposed, is enclosed as a summary table for your reference.

I understand that it was your goal to have all the reclamation work for all surface disturbances made under these notices completed by the end of January, 2003, and that it was your intent to close out all but three of the notices, these being UTU-74758 (Blue Jay project), UTU-77245 (3-Dog project), and UTU-78616 (Goldstar project). I appreciate your faxed updates on the progress of that reclamation work. On February 10, 2003, you called to inform me that all the work for all the notices had been completed. With the present snow cover it may be several weeks or more before it is practical to access and visually inspect the reclamation work. As soon as sites can be inspected, if the reclamation work is complete and satisfactory, I will close out the notices you did not request to be extended.

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DIV. OF OIL, GAS & MINING

For the three notices that you would like to extend beyond the January 21, 2003 deadline, you indicated that you would like to maintain these as active to complete some or all of the exploration work covered under the original notices and/or amendments. You also indicated that you would like to post financial securities for any additional disturbances to be made under these notices just prior to the work being performed.

While I understand that until the additional work is performed these three notices will have no unreclaimed disturbances, I have received guidance from the BLM Utah State Office that all extended notices must have some financial guarantee in place to cover any unreclaimed disturbances present on the extended notice **and any new disturbances that are projected to occur in at least the first year of the 2-year notice extension.** Given this requirement, it might be more advantageous for Breccia to close out these three notices and re-submit new notices for the remaining project work just prior to the time Breccia is ready to perform the work. Since the necessary critical clearances for these projects has already been completed under the old notices, approval of the new notices should be very rapid and is unlikely to work any hardship on the company.

As always, should you have any questions or concerns, feel free to contact me directly at the above address or by telephone at 435-865-3040.

Sincerely



Ed Ginouves
Mining Engineer

cc: Mr. Tom Munson, DOGM